



## ILLINOIS COMMERCE COMMISSION

May 11 3 43 PM '00

May 11, 2000

CHIEF CLERK'S OFFICE

Mr. Terry L. Gloriod  
President  
Illinois-American Water Company  
300 North Water Works Drive  
Belleville, Illinois 62223

Re: Docket No. 00-0340  
Illinois-American Water Company  
Part 285 Filing

Dear Mr. Gloriod:

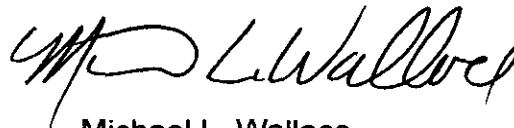
Pursuant to Section 285.145 of 83 Ill. Adm. Code 285, Illinois-American Water Company is hereby provided the following list of deficiencies in its water rate filing made under Part 285, and is hereby notified that said utility has 28 days from receipt of this notice to provide the additional information:

<u>Schedule</u>	<u>Section</u>	<u>Deficiency Explanation</u>
A-3	(285.1015)	Cost of Capital does not trace to D-1 on pages 1, 5, and 6 Line 9 does not compute on pages 1, 2, 3, 4, 7, 8, & 9
B-1	(285.2005)	Lines 6 & 17 for Company Proposed Average Year 2001 do not calculate on all pages of Schedule.
B-2	(285.2010)	No mention is made of non-regulated or competitive service facilities.
B-4	(285.2060)	Allocation Percentage, jurisdictional costs and other indirect costs are not addressed.
B-5a	(285.2070)	Line 9 on page 1 does not calculate.
B-5.1	(285.2075)	Unable to determine how year 2000 and 2001 13-month averages are calculated.

<u>Schedule</u>	<u>Section</u>	<u>Deficiency Explanation</u>
C-1	(285.3005)	Page 2, Column titled "Proposed Rates for Historical Period ended December 31, 1999" appears to be incorrect. For example, the Rate of Return on line 9 is 31.38%, which probably is not correct. Revenues shown on this schedule do not tie to Revenues on Schedule E-4.
C-2	(285.3010)	Schedule References do not appear to be correct, e.g., C-3.1 on Line 2 for Water Sales refers to a schedule addressing the adjustment for rate case expense. No composite allocation percentage is shown. Line 28, page 2 does not foot.
C-3	(285.3015)	No tax effect of Rate Case Expense Adjustment is included on any pages. The adjustment Column does not trace to C-2 Adjustment Column on pages 1, 2, 5, 6, 7, & 9.
C-3.8	(285.3020)	Federal Tax does not calculate on pages 1, 2, 5, & 7.
C-3.10	(285.3020)	Line 7 on page 2 does not cross foot. This could be related to problem on C-2, Line 28, page 2.
C-3.11	(285.3020)	Federal Tax does not Calculate on pages 1 & 5.
C-12	(285.3080)	Schedule does not show account classification of functional classification, only Major account grouping.
C-13	(285.3090)	No information is shown for known contracts for future years.
C-14	(285.3095)	Lines 18 and 20 do not appear to calculate.
D-1	(285.4000)	The following data, required by Section 285.4000, is missing from Schedule D-1: explanation as to why the cost of capital shown on D-1 (8.88%) differs from that shown on A-3 (8.90%)
D-5	(285.4020) (b)(1)(C) &(b)(7)(C)	The following data, required by Section 285.4020, is missing from Schedule : requirements of 285.4020(b)(1)(C)- CWIP by functional classification with AFUDC separately listed requirements of 285.4020(b)(7)(C)- Earnings per share weighted average

<u>Schedule</u>	<u>Section</u>	<u>Deficiency Explanation</u>
D-6	(285.4025)	The following data, required by Section 285.4025, is missing from Schedule D-6: requirements of 285.4020(b)(1)(C)- for 1999 and 2000
E-4	(285.5015)	Schedule No. E-4, Exhibit No. 14.0, Pages 63-75, Southern Division & Peoria District, does not provide all of the rates, but instead states that there are "VARIOUS" rates. Company does not provide billing units for Peoria District or Alton District separately. The Peoria District has different tariffed consumption charges than the Southern Division, but Schedule E-4 does not provide the billing units for the Peoria District. The Company shows charges for the Alton Surcharge but does not provide billing units for the charges. The Company should provide the Southern Division and Peoria District together with the relevant billing units, under Schedule E-4. Additionally, the Company should provide separate E-4 Schedules, by District (i.e., Alton, Cairo, and Interurban), for the Southern Division and provide Schedule E-4 separately for the Peoria District.
E-6	(285.5025)(c)	Schedule No. E-6, Typical Bill Comparison, does not include municipal tax charges and franchise fees. Section 285.5025 c) states that municipal tax charges and franchise fees shall be separately stated. The Company needs to provide this for all Districts.

Sincerely,



Michael L. Wallace  
Hearing Examiner

Cc: Barbara Rogers  
 ✓ Chief Clerk's Office  
 William Johnson  
 Susan Schultz  
 Daniel Kucera